

# FINANCIAL AND TAX ISSUES FOR PCN's



# LENTELLS HEALTHCARE DIRECTORS

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# LENTELLS HEALTHCARE TEAM

- Act for over 185 GP practices
- Throughout West Country & beyond
- Large team based in Chard



# PCN DEADLINES

- 15/5/2019 – PCN registration form to CCG
- 31/5/2019 – CCG approval
- 30/6/2019 – Sign PCN agreement and sign up to DES on CQRS
- 1/7/2019 – Network contract starts
- DES to exist for at least 5 years



# EXTENDED HOURS FUNDING

- Extended hours £1.45 pp
- Monthly in arrears
- Payment back to practices?



# NETWORK ADMIN FUNDING

- £1.50 pp network admin
- Monthly in arrears from July
- First payment in July to cover April to 31 July
- Up to the PCN to decide how funds are used
- Cover additional costs?



# OTHER COSTS

- Staff salary shortfall
- Costs of staff not reimbursable in 2019/2020
- Staff training, subscriptions, travel etc.
- Lead practice admin compensation
- Lead practice small to larger employer impact



# OTHER COSTS (2)

- Legal and accountancy
- Bank charges
- IT
- Meeting fees
- Accommodation costs





# CLINICAL DIRECTOR FUNDING

- Clinical director 51.4p pp
- Paid monthly in arrears from July
- Pensionable income
- Payment to the clinical director



# PCN STAFF FUNDING

- Year 1 – max reimbursement for cl pharmacist and social prescriber the same for each PCN
- Year 2 – Expected to be based on £ per weighted patient
- Submit monthly claim for reimbursement



# PCN STAFFING

Additionality based on 31/3/2019 except:

- CI pharmacist already employed via GP or Care Homes scheme
- Transfer by 30/9/19 if in GP scheme



# PCN STAFFING (CONT.)

- Potential to substitute CI pharmacist/social prescribers with CCG approval if:
  - Cannot recruit or
  - Existing workforce in place
- Staff in future years to include physiotherapists, physician associates and paramedics



# OTHER EMPLOYMENT ISSUES

- Recruitment issues
- Who will manage staff?
- How to utilise staff
- Reduced SMP recovery if move from small to large employer



# VAT ISSUES

- Ideally lead/nominated practice should not be VAT registered
- VAT threshold currently £85,000
- Network agreement to state funds held “on trust” for PCN
- Beware supply of staff is vatable unless healthcare exemption applies (will not cover social prescribers)
- Reimburse exact costs
- Any admin charge is vatable



# DEALING WITH THE MONEY

- Nominate lead practice
- Open bank account – keep separate to main practice funds
- Account for and report to members
- Use spreadsheet or separate accounts package
- Accounts not required by HMRC
- Share of gross income and expenditure to be reported in each practice's accounts



# FUTURE NETWORK FUNDING

	2019/2020	2020/2021	2021/2022	2022/2023	2023/2024
Network funding	£90m	£90m	£91m	£91m	£92m
Clinical Director	£31m	£42m	£43m	£44m	£45m
Additional roles	£110m	£257m	£415m	£634m	£891m
Extended hours	£66m	£87m	£87m	£87m	£87m
Improved access			£367m	£376m	£385m
Investment and Impact fund		£75m	£150m	£225m	£300m
<b>Total PCN funding</b>	<b>£296m</b>	<b>£552m</b>	<b>£1,153m</b>	<b>£1,457m</b>	<b>£1,799m</b>
Figures taken From BMA investment and evolution document					



# WORKFORCE AND SERVICES

	Workforce	Service specification
2019/2020	Clinical pharmacist Social prescriber	No formal specifications
2020/2021	Advanced practice physiotherapist Physician associates	Structured medications review and optimisation Enhanced health in care homes Anticipatory care, personalised care and supporting early cancer diagnosis
2021/2022	Advanced Paramedic Practitioners	CVD prevention and diagnosis Tackling Neighbourhood Inequalities

# ANY QUESTIONS?

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